AMBULATORY SURGICAL CENTERS' UTILIZATION REPORT, INDIANA, 2002

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Introduction

On a quarterly basis, the Indiana State Department of Health requests licensed ambulatory surgical centers to describe their resources, utilization, and outcome from the surgical procedures. This report summaries the information for calendar year 2002.

Characteristics of Ambulatory Surgical Centers

As of December 31, 2002, there were 114 ambulatory surgical centers in Indiana, located in 28 of the 92 counties. The majority of these centers have the following characteristics

| CHARACTERISTICS OF CENTERS | STATEWIDE STATISTICS |
|---|----------------------|
| Number of Surgical Centers | 114 |
| Percent of Centers in Urban Counties of Indiana | 88.6% |
| Percent of centers with all physicians focusing on a single specialty | 52% |
| Percent that are MD owned | 38% |

| Percent of for-profit corporations | 97% |
|------------------------------------|-----|
| Average Number of Operating Rooms | 2.7 |

These centers are established, equipped, and operated primarily for the purpose of performing needed medical surgical procedures and services. These centers are an alternative source of surgery performed in hospital-based outpatient operating rooms.

Annual Utilization Statistics

In 2002, physicians, dentists, or podiatrist performed 398,295 procedures on 323,015 patients in 114 centers. Each surgical center performed an average of 291 procedures every 30 days.

It is estimated that this surgical volume represented 26 percent of all outpatient surgeries performed. In 2000, the Indiana Hospital and Health Association determined that physicians in hospital-based outpatient operating rooms performed 650,352 procedures. The remaining five percent of surgeries are performed in offices of independent physician practices.

The ambulatory surgical centers serve three distinct patient populations: the middle-aged population seeking assistance with digestive problems, the elderly seeking removal of cataracts, and all other patients seeking general outpatient surgical care.

| CHARACTERISTICS OF PATIENT POPULATION | STATEWIDE PERCENT |
|---|-------------------|
| Percent of Females | 51.1% |
| Percent of Patients aged 1 to 17 years | 7.2% |
| Percent of Patients aged 18 to 64 years | 59.3% |
| Percent of Patients aged 65 years and older | 33.5% |
| Percent of Patients reimbursed under Medicaid | 6.4% |

The number of operating rooms, total annual procedures, and principal surgical focus by center is shown in Table A. The trend line on the growth of centers and procedures is shown below:

| | 2000 | 2001 | 2002 |
|----------------------------------|---------|---------|---------|
| Total Ambulatory Surgery Centers | 96 | 99 | 114 |
| Total Procedures | 331,399 | 367,326 | 398,295 |

In 2002, the majority of these centers focused on performing procedures on the eye and the digestive system. The most frequent surgical procedure groups filed in quarterly reports are seen below.

| NAME OF MOST FREQUET PROCEDURE GROUPS | CPT CODE | # OF CNTRS | NUMBER OF PROCEDURES | AVERAGE PER CENTER |
|--|-------------|---------------|----------------------------|--------------------------|
| Integumentary (Skin) System | 10040-19499 | 40 | 6,539 | 163 |
| Musculoskeletal System | 20000-29909 | 46 | 18,215 | 395 |
| Respiratory System | 30000-32999 | 19 | 21,177 | 1,114 |
| Digestive System | 40490-49999 | 53 | 79,980 | 1,509 |
| Urinary System | 50010-53899 | 14 | 4,096 | 292 |
| Genital System | 54000-58999 | 29 | 7,883 | 272 |
| Nervous System | 61000-64999 | 44 | 37,468 | 852 |
| Eye and Ocular System | 65091-68999 | 49 | 73,522 | 1,500 |
| Auditory System | 69000-69999 | 36 | 9,659 | 268 |
| Cardiac Catheterization | 93501-93572 | 7 | 9,135 | 1,305 |
| | Other | _ | 130,621 | - |
| Total Of All Reported Procedures | Total | 114 | 398,295 | 3,425 |

- 1. Procedure codes are abstracted from the AMA Physician Current Procedural Terminology (CPT-4).
- 2. The number of the 50 most frequent procedure groups by CPT diagnostic category in the state for all centers is seen on Table B.

Outcome from Surgery

Patients are referred to a surgical center based on recommendations from their health care provider. Most patients arrive with low risk for surgery and have no prior chronic problem that may interfere with the new procedure. Most patients are treated within two or three hours and discharged to family members under the care of their family physician.

A small percent of these patients do expect limited problems after the operation, and are referred to an acute care hospital for treatment of stable or unstable medical conditions. The percent of inpatient transfer is higher with patients with existing cardiac or acute problems seen prior to surgery.

| OUTCOMES FROM SURGICAL PROCEDURES | STATEWIDE STATISTICS |
|--|---------------------------|
| Number of patients transferred to a hospital with stable medical conditions. | 1,590 of 398,295 patients |

| Number of patients transferred to a hospital with unstable medical conditions | 73 of 398,295 patients |
|--|-------------------------|
| Number of cases with a post-surgical wound infection | 114 of 398,295 patients |
| Number of patient deaths | 1 Death |
| Percent of patients with no other medical problems other than need for surgery | 39.1 % |
| Percent of patients with an other chronic (mild) systemic disease prior to surgery | 45.8% |
| Percent of patients with an other acute (severe) systemic disease prior to surgery | 15.1% |

It is recommended that individuals considering outpatient surgery discuss the need with their physician, discuss coverage with their insurance representative, and notify the surgeon of any prior conditions prior to arrival at the surgical center.

TABLE A SUMMARY OF KEY RESOURCES AND UTILIZATION, 2002 AMBULATORY SURGICAL CENTERS, INDIANA

| NAME OF CENTER | COUNTY NAME | # OF OPERATING ROOMS | KEY PROCEDURAL SPECIALIZATION | TOTAL 2002 PROCEDURES |
|---------------------------------|----------------|----------------------------|-------------------------------------|-----------------------------|
| Advanced Surgery Center | Tippecanoe | 2 | Eye | 1,922 |
| Aesthetic Surgery Center | Hamilton | 2 | Plastic | 218 |
| Akin Medical Center | Floyd | 2 | Allergy | 882 |
| Allied Physician Surgery Center | St Joseph | 8 | General | 9,082 |
| Apac Surgery Center II | Lake | 1 | Pain | 288 |
| Athens Diagnostics Surgical Cnt | Montgomery | 1 | General | 2,851 |
| Beltway Surgery Centers | Marion | 9 | General | 6,307 |
| Bloomington Endoscopy Center | Monroe | 1 | Digestive | 4,389 |
| Bloomington Surgery Center | Monroe | 2 | Eye | 3,264 |
| Broadwest Surgery * | Lake | 5 | General | 175 |
| Calumet Surgery Center | Lake | 5 | General | 3,185 |
| Center for Special Surgery | Marion | 1 | Pain | 518 |
| Centers for Pain Management | Lake | 2 | General | 1,836 |

| Central IN Laser & Surgery | Howard | 2 | Eye | 371 |
|---------------------------------|-------------|---|-------------|--------|
| Central IN Orthopedic Surgery | Delaware | 2 | Orthopedics | 2,720 |
| Central Indiana Surgery Center | Marion | 2 | Eye | 1,258 |
| Chandana Surgery Center | Porter | 3 | General | 3,770 |
| Columbus Eye Surgery Center | Bartholomew | 1 | Eye | 915 |
| Columbus Surgery Center | Bartholomew | 2 | General | 2,785 |
| Community Surgery Center | Lake | 8 | General | 4,596 |
| Digestive Health Center | Hamilton | 2 | Digestive | 4,571 |
| Dupont Surgery Center | Allen | 4 | General | 10,282 |
| Eastern IN Cnt for Ambulatory | Wayne | 3 | General | 7,289 |
| Endoscopy Center | Marion | 3 | Digestive | 5,226 |
| Evansville Deaconess | Vanderburgh | 2 | General | 7,179 |
| Evansville Newburgh Center | Warrick | 4 | General | 4,410 |
| Eyecare Consultants Surgery Cnt | Vanderburgh | 2 | Eye | 1,748 |
| Foot & Ankle Surgery Center | Marion | 2 | Podiatry | 3,065 |
| FW Cardiology Cath | Allen | 1 | Cardiology | 771 |
| FW Ophthalmic Surgery Center | Allen | 3 | Eye | 5,573 |
| FW Orthopaedics Surgicenter | Allen | 4 | General | 6,773 |
| Franciscan Surgery Center | Marion | 4 | General | 1,829 |
| Gastrointestinal Endoscopy Cnt | Vanderburgh | 2 | Digestive | 4,996 |
| Goshen Ambulatory Care Center | Elkhart | 2 | General | 2,918 |
| Grand Park Surgical | Lake | 2 | General | 1,022 |
| Grossnickle Eye Surgery Center | Kosciusko | 2 | Eye | 5,306 |
| Healthsouth North Indy * | Marion | 6 | General | 634 |
| IMA Endoscopy Surgical | Lake | 1 | Digestive | 3,023 |
| Indiana Eye Clinic | Johnson | 2 | Eye | 2,138 |
| IN Surgery Center Noblesville | Hamilton | 7 | General | 3,199 |
| Indiana Surgery Howard | Howard | 4 | Howard | 3,248 |
| Indiana Surgery Center North | Marion | 7 | General | 9,814 |
| IN Surgery Cnt 16th Street | Marion | 6 | General | 9,177 |
| Indiana Surgery South Campus | Marion | 4 | General | 7,380 |
| Indianapolis Endoscopy Center | Marion | 2 | Digestive | 6,968 |
| John Kenyon Surgery For Eye | Clark | 2 | Eye | 1,498 |
| KK & A Surgery Center | Floyd | 2 | Orthopedic | 3,764 |

| Lafayette Amb Surgery Center | Tippecanoe | 2 | General | 972 |
|-----------------------------------|-------------|---|-------------|--------|
| Lafayette Cath Lab | Tippecanoe | 1 | Cardiology | 2,703 |
| Lake Park Surgicare | Lake | 4 | General | 3,777 |
| Laser & Skin Surgery Center | Hamilton | 2 | Dermatology | 882 |
| Marion Surgicenter | Grant | 2 | General | 1,644 |
| Medical Group Surgery Center | LaPorte | 2 | General | 3,552 |
| Meridian Endoscopy Center | Marion | 4 | Digestive | 5,526 |
| Meridian Plastic Surgery Center | Marion | 2 | Plastic | 6,339 |
| Merrillville Center Advanced | Lake | 1 | Digestive | 2,920 |
| Michiana Endoscopy Center | St Joseph | 2 | Digestive | 7,073 |
| Mid-America Surgery Center | Delaware | 2 | General | 2,721 |
| Midwest Surgery Center | Vigo | 2 | General | 1,953 |
| Muncie Ambulatory Surgicenter | Delaware | 2 | Eye | 3,619 |
| Muncie Cataract and Laser Eye | Delaware | 2 | Eye | 1,524 |
| Munster Same Day Surgery Cnt | Lake | 3 | General | 3,683 |
| Naab Road Surgery Center | Marion | 6 | General | 11,530 |
| Nasser Smith Pinkerton (Care Lab) | Marion | 1 | Cardiology | 2,276 |
| North Central Health Services | Tippecanoe | 3 | General | 515 |
| North Meridian Surgery Center | Hamilton | 3 | General | 1,399 |
| Northeast IN Endoscopy Center | Allen | 2 | Digestive | 3,151 |
| Northside Cardiac Cath Lab | Marion | 1 | Cardiology | 2,101 |
| Northside Gastroenterology Endo | Marion | 4 | Digestive | 6,513 |
| Northwest Surgery Center | Marion | 4 | General | 5,172 |
| Novamed Eye New Albany | Floyd | 2 | Eye | 4,491 |
| Novamed Eye Hammond | Lake | 2 | Eye | 1,822 |
| Oakview Surgery Center | Fulton | 1 | Podiatry | 151 |
| OSMC Outpatient Surgery Center | Elkhart | 3 | General | 3,475 |
| Pain Center Southern Indiana | Bartholomew | 1 | Pain | 2,128 |
| Premier Surgery Center | Allen | 6 | General | 2,908 |
| Primesource Healthcare ASC | Marion | 2 | Eye | 337 |
| Richmond Cataract & Laser | Wayne | 2 | Eye | 144 |
| Richmond Surgery Center | Wayne | 3 | General | 4,118 |
| River View Surgery Center | Grant | 4 | General | 5,256 |
| Riverpointe Cardiovascular Lab | Elkhart | 1 | Cardiology | 443 |

| Riverpointe Surgery Center | Elkhart | 1 | General | 4,504 |
|----------------------------------|-------------|-------|-------------|---------|
| Sagamore Surgical Service | Tippecanoe | 2 | General | 2,427 |
| South Bend Clinic & Surgicenter | St Joseph | 2 | General | 2,620 |
| South Central Surgery Center | Johnson | 3 | General | 976 |
| South Emerson Surgery Center | Marion | 3 | Orthopedic | 654 |
| Southeast Surgery Center | Marion | 3 | Pain | 483 |
| Southern Indiana Endoscopy | Floyd | 3 | Digestive | 2,854 |
| Southern Indiana Surgery Center | Monroe | 4 | General | 6,828 |
| Spine Rehab Ambulatory | Marion | 2 | Pain | 1,772 |
| St Charles Surgical Pavilion | St Joseph | 1 | General | 2,219 |
| Surgery Center Pain Southern | Monroe | 2 | Pain | 6,207 |
| Surgery Center Eye Specialty | Marion | 2 | Eye | 3,898 |
| Surgery Center (Hand) | Marion | 3 | Orthopedics | 6,914 |
| Surgery Center of Indianapolis | Marion | 4 | General | 7,684 |
| Surgery Center of Ophthamology | Allen | 2 | Eye | 1,008 |
| Surgery Center Southeastern IN | Decatur | 2 | General | 1,081 |
| Surgery Center Plus | Marion | 3 | General | 1,760 |
| Surgery Center (Allen) | Allen | 2 | Digestive | 6,511 |
| Surgery One | Allen | 4 | Orthopedics | 6,742 |
| Surgical Care Center | Marion | 2 | General | 3,632 |
| Surgical Center of New Albany | Floyd | 3 | General | 1,109 |
| Surgicare LLC | Monroe | 2 | General | 3,779 |
| Surgicare Outpatient Surgery Cnt | Vanderburgh | 5 | General | 7,563 |
| Terre Haute Heart Center Cath | Vigo | 1 | Cardiology | 551 |
| Unity Surgery Center | Tippecanoe | 4 | General | 7,309 |
| Valley Surgery Center | Vanderburgh | 2 | Eye | 2,389 |
| Vision SC Springhill | Clark | 2 | General | 2,987 |
| Wabash Valley Eye | Knox | 2 | Eye | 1,558 |
| Welborn Clinic Surgery | Vanderburgh | 3 | General | 6,627 |
| Whitewater Valley Surgery Cnt | Montgomery | 1 | General | 404 |
| Williams Eye Surgery Center | Lake | 2 | Eye | 1,856 |
| Women's Physician Surgery | Marion | 4 | General | 3,301 |
| Woodlawn Healthcare | LaPorte | 2 | General | 6,615 |
| Subtotal 114 ASCs | (28) | (313) | - | 398,295 |

* Closed in calendar year 2002.

TABLE B NUMBER OF 50 MOST FREQUENT PROCEDURE GROUPS BY CURRENT TERMINOLOGY DIAGNOSTIC CATEGORY, AMBULATORY SURGICAL CENTERS, INDIANA, 2002

| ANATOMICAL SYSTEM | CPT CODE | PROCEDURE DESCRIPTION | # CASES |
|----------------------|----------|--|---------|
| Skin | 19120 | Excision of cyst or breast tissue (43) | 780 |
| 10040-19499 | 19125 | Excision of breast lesion (44) | 759 |
| | 19325 | Mammoplasty with implant (29) | 1,482 |
| | Other | | 3,518 |
| | Subtotal | Of Procedures of Integumentary System | 6,539 |
| Muscles | 27096 | Injection for hip procedure (21) | 2,137 |
| 20000-29909 | 28285 | Hammertoe operation (37) | 910 |
| | 29826 | Arthroscopy with acromioplasty (24) | 1,994 |
| | 29877 | Shaving of articular cartilage (28) | 1,504 |
| | 29881 | Arthroscopy with meniscectomy (11) | 5,292 |
| | Other | | 6,378 |
| | Subtotal | Of Procedures of Musculoskeletal System | 18,215 |
| Respiratory | 30140 | Submucous resection turbinate (35) | 1,093 |
| 30000-32999 | 30520 | Septoplasty or submucous resection (25) | 1,881 |
| | 31255 | Endoscopy with ethmoidectomy (27) | 1,552 |
| | 31256 | Endoscopy with maxillary antrostomy (42) | 823 |
| | 31267 | Sinus Endoscopy with polyp removal (49) | 640 |

| | 31288 | Sinus Endoscopy (4) | 14,754 |
|-------------|----------|---|--------|
| | Other | | 434 |
| | Subtotal | Of Procedures of Respiratory System | 21,177 |
| Digestive | 42820 | Tonsillectomy (16) | 4,243 |
| 40490-49999 | 42826 | Secondary Tonsillectomy (39) | 860 |
| | 43235 | Upper gastrointestinal endoscopy (9) | 7,588 |
| | 43239 | Upper gastrointestinal with biopsy (6) | 13,260 |
| | 43248 | Gastrointestinal endoscopy tube (22) | 2,130 |
| | 43450 | Dilation of esophagus (26) | 1,791 |
| | 45378 | Colonoscopy, flexible (2) | 22,551 |
| | 45380 | Colonoscopy with biopsy (10) | 7,022 |
| | 45383 | Sigmoidoscopy diagnostic (47) | 716 |
| | 45384 | Colonoscopy to remove tumor (14) | 4,740 |
| | 45385 | Colonoscopy to snare/remove tumor (7) | 8,971 |
| | 47562 | Cholecystectomy excision (32) | 1,118 |
| | 49505 | Repair of inguinal hernia (31) | 1,268 |
| | Other | | 3,722 |
| | Subtotal | Of Procedures on Digestive System | 79,980 |
| Urinary | 50590 | Lithotripsy, extracorporal shock (42) | 795 |
| 50010-53899 | 52000 | Cystourethroscopy (30) | 1,443 |
| | | Other | 1,858 |
| | Subtotal | Of Procedures on Urinary System | 4,096 |
| Genital | 58558 | Hysteroscopy surgical (19) | 2,403 |
| 54000-58999 | 58670 | Laparoscopy (33) | 1,117 |
| | 58970 | Follicle puncture for oocyte retrieval (38) | 887 |
| | Other | | 3,476 |

| | Subtotal | Of Genital System | 7,883 |
|----------------------|----------|--|---------|
| Nervous | 62290 | Injection for diskography lumbar (36) | 1,032 |
| 61000-64999 | 62310 | Injection of a substance (20) | 2,181 |
| | 62311 | Lumbar injection (5) | 13,377 |
| | 64475 | Injection to sacral nerve (17) | 3,069 |
| | 64476 | Injection of sacral nerve add level (23) | 2,079 |
| | 64483 | Injection of cervical or thoracic (12) | 5,280 |
| | 64721 | Neuroplasty to carpal tunnel (15) | 4,294 |
| | 64472 | Injection peripheral nerve (41) | 797 |
| | Other | | 5,359 |
| | Subtotal | Of Procedures on Nervous System | 37,468 |
| Eye | 65038 | Evisceration of ocular contents (45) | 728 |
| 65091-68899 | 66761 | Iridotomy (50) | 673 |
| | 66821 | YAG Laser on lens capsule (3) | 15,215 |
| | 66981 | Intracapsular cataract extraction (35) | 1,061 |
| | 66984 | Extracapsular cataract removal (1) | 47,092 |
| | 67311 | Strabismus surgery (46) | 728 |
| | Other | | 8,025 |
| | Subtotal | Of Procedures on Eye and Ocular System | 73,522 |
| Auditory | 69436 | Tympanostomy (8) | 8,487 |
| 69000-69999 | Other | | 1,172 |
| | Subtotal | Of Procedures on Auditory System | 9,659 |
| Catheterization | 93510 | Left Heart Catheterization (13) | 4,964 |
| 93501-93572 | Other | | 4,171 |
| | Subtotal | Of Cardiac Catheterization Procedures | 9,135 |
| All Other Procedures | | | 130,621 |
| TOTAL | Of | All REPORTED PROCEDURES | 398,295 |